

TENNESSEE GENERAL ASSEMBLY
FISCAL REVIEW COMMITTEE



FISCAL NOTE

HB 655 - SB 1444

February 8, 2023

SUMMARY OF BILL: Increases the minimum total project cost amount for which a license as a contractor is required from \$25,000 to \$40,928 or to an amount adjusted for consumer price increases in building material and supplies. Requires the Board of State Licensing Contractors (BLC) to publish the minimum project cost amount and any updates to the amount at least once per year on its website.

FISCAL IMPACT:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation will not reduce the number of licensed contractors under the BLC; therefore, there will not be a significant impact to state government.
- The BLC can post such information on its existing websites within existing resources, without a significant impact to state government.
- Pursuant to Tenn. Code Ann. § 4-29-121, all regulatory boards are required to be self-sufficient over any two-year period. The BLC experienced a surplus of \$99,794 in FY20-21, a surplus of \$34,228 in FY21-22, and had a cumulative reserve balance of \$2,854,583 on June 30, 2022.

IMPACT TO COMMERCE:

NOT SIGNIFICANT

Assumptions:

- The proposed legislation will not reduce the number of licensed contractors under the BLC.
- Increasing the threshold amount for requiring a licensed contractor, could increase business opportunity for individuals who are not licensed; however, any additional opportunities are considered not significant to the overall impact to commerce and jobs in Tennessee.

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CERTIFICATION:

The information contained herein is true and correct to the best of my knowledge.

A handwritten signature in black ink that reads "Krista Lee Carsner". The signature is written in a cursive, flowing style.

Krista Lee Carsner, Executive Director

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